

**Accumulated Depreciation of Customer Advances and Contributions
in Aid of Construction**

- 4.8.1 Provide a statement which describes the accounting procedures used to segregate depreciation reserves between investor provided and contributed property.
- 4.8.2 Provide a schedule showing the actual amounts at the beginning and end of the test year and test period.
- 4.8.3 If estimated amounts are included, explain the basis of such estimates.

The Company does not segregate depreciation reserves between investor provided and contributed property. Contributions in Aid of Construction are recorded as credits to the work request. When the work is complete and transferred to Plant in Service, the assets are recorded at the net value, net of the contribution. Depreciation is recorded based upon the net value.